

**IN THE UNITED STATES BANKRUPTCY COURT
FOR THE DISTRICT OF DELAWARE**

In re:)	Chapter 11
)	
W. R. GRACE & CO., et al., ¹)	Case No. 01-01139 (JKF)
)	(Jointly Administered)
)	
Debtors.)	Objection Deadline: February 20, 2007 at 4:00 p.m. (prevailing eastern time)

**SUMMARY APPLICATION OF KIRKLAND & ELLIS LLP FOR COMPENSATION
FOR SERVICES AND REIMBURSEMENT OF EXPENSES AS BANKRUPTCY
COUNSEL TO W. R. GRACE & CO., ET AL., FOR THE MONTHLY INTERIM
PERIOD FROM DECEMBER 1, 2006, THROUGH DECEMBER 31, 2006**

Name of Applicant:	<u>Kirkland & Ellis LLP ("K&E")</u>
Authorized to Provide Professional Services to:	<u>W. R. Grace & Co., et al., Debtors and Debtors-in-Possession</u>
Date of Retention:	<u>Retention Order entered May 3, 2001, effective as of April 2, 2001</u>
Period for which compensation and reimbursement is sought:	<u>December 1, 2006, through December 31, 2006</u>
Amount of Compensation sought as actual, reasonable and necessary:	<u>\$1,577,574.50</u>
Amount of Expense Reimbursement sought as actual, reasonable and necessary:	<u>\$1,171,910.97</u>
This is a <u>X</u> monthly ___ interim ___ final application.	

¹ The Debtors consist of the following 62 entities: W. R. Grace & Co. (f/k/a Grace Specialty Chemicals, Inc.), W. R. Grace & Co.-Conn., A-1 Bit & Tool Co., Inc., Alewife Boston Ltd., Alewife Land Corporation, Amicon, Inc., CB Biomedical, Inc. (f/k/a Circe Biomedical, Inc.), CCHP, Inc., Coalgrace, Inc., Coalgrace II, Inc., Creative Food 'N Fun Company, Darex Puerto Rico, Inc., Del Taco Restaurants, Inc., Dewey and Almy, LLC (f/k/a Dewey and Almy Company), Ecarg, Inc., Five Alewife Boston Ltd., G C Limited Partners I, Inc. (f/k/a Grace Cocoa Limited Partners I, Inc.), G C Management, Inc. (f/k/a Grace Cocoa Management, Inc.), GEC Management Corporation, GN Holdings, Inc., GPC Thomasville Corp., Gloucester New Communities Company, Inc., Grace A-B Inc., Grace A-B II Inc., Grace Chemical Company of Cuba, Grace Culinary Systems, Inc., Grace Drilling Company, Grace Energy Corporation, Grace Environmental, Inc., Grace Europe, Inc., Grace H-G Inc., Grace H-G II Inc., Grace Hotel Services Corporation, Grace International Holdings, Inc. (f/k/a Dearborn International Holdings, Inc.), Grace Offshore Company, Grace PAR Corporation, Grace Petroleum Libya Incorporated, Grace Tarpon Investors, Inc., Grace Ventures Corp., Grace Washington, Inc., W. R. Grace Capital Corporation, W. R. Grace Land Corporation, Gracoal, Inc., Gracoal II, Inc., Guanica-Caribe Land Development Corporation, Hanover Square Corporation, Homco International, Inc., Kootenai Development Company, L B Realty, Inc., Litigation Management, Inc. (f/k/a GHSC Holding, Inc., Grace JVH, Inc., Asbestos Management, Inc.), Monolith Enterprises, Incorporated, Monroe Street, Inc., MRA Holdings Corp. (f/k/a Nestor-BNA Holdings Corporation), MRA Intermedco, Inc. (f/k/a Nestor-BNA, Inc.), MRA Staffing Systems, Inc. (f/k/a British Nursing Association, Inc.), Remedium Group, Inc. (f/k/a Environmental Liability Management, Inc.), E&C Liquidating Corp., Emerson & Cuming, Inc.), Southern Oil, Resin & Fiberglass, Inc., Water Street Corporation, Axial Basin Ranch Company, CC Partners (f/k/a Cross Country Staffing), Hayden-Gulch West Coal Company, H-G Coal Company.

The total time expended for the preparation of this application is approximately **35 hours**, and the corresponding estimated compensation *that will be requested in a future application* is approximately **\$10,000.00**.

This is K&E's monthly application for interim compensation of services for the interim fee period December 1, 2006 through December 31, 2006. The following applications have been filed previously in the Chapter 11 Cases:

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
May 29, 2001	4/2 – 4/30/01	\$626,079.00	\$32,439.84	Interim approval ²	Interim approval
June 29, 2001	5/1 – 5/31/01	\$567,151.00	\$77,487.86	Interim approval	Interim approval
July 31, 2001	6/1 – 6/30/01	\$560,569.50	\$45,466.13	Interim approval	Interim approval
July 31, 2001	April – June, 2001	\$1,753,799.50	\$155,393.83	\$1,753,799.50	\$155,393.83
August 28, 2001	7/1 – 7/31/01	\$476,582.50	\$25,312.13	Interim approval ²	Interim approval
September 28, 2001	8/1 – 8/31/01	\$472,334.50	\$29,022.59	Interim approval	Interim approval
October 30, 2001	9/1 – 9/30/01	\$443,617.50	\$27,147.47	Interim approval	Interim approval
November 7, 2001	July – September, 2001	\$1,392,534.50	\$81,482.19	\$1,392,534.50	\$81,482.19
December 11, 2001	10/1 – 10/31/01	\$493,074.00	\$27,724.54	Interim approval ²	Interim approval
December 29, 2001	11/1 – 11/30/01	\$524,980.00	\$29,678.21	Interim approval	Interim approval
January 31, 2002	12/1 – 12/31/01	\$405,278.50	\$27,276.95	Interim approval	Interim approval
February 7, 2002	October – December, 2001	\$1,423,332.50	\$84,679.70	\$1,419,127.00	\$84,679.70
March 4, 2002	1/1 – 1/31/02	\$439,056.00	\$32,279.54	Interim approval ³	Interim approval
March 27, 2002	2/1 – 2/28/02	\$412,304.00	\$18,475.64	Interim approval	Interim approval
May 2, 2002	3/1 – 3/31/02	\$430,342.50	\$51,759.20	Interim approval	Interim approval
June 10, 2002	January – March, 2002	\$1,281,702.50	\$102,514.38	\$1,281,702.50	\$101,656.38
June 10, 2002	4/1 – 4/30/02	\$410,702.50	\$25,286.05	Interim approval ⁴	Interim approval
July 2, 2002	5/1 – 5/31/02	\$335,280.50	\$25,556.83	Interim approval	Interim approval
August 8, 2002	6/1 – 6/30/02	\$243,127.00	\$16,326.36	Interim approval	Interim approval
September 3, 2002	April – June, 2002	\$989,110.00	\$67,169.24	\$981,666.50	\$67,169.24

² The fees and expenses requested in the April-June, 2001, July-September, 2001 and October-December, 2001, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on November 29, 2002.

³ The fees and expenses requested in the January-March, 2002, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on October 9, 2002.

⁴ The fees and expenses requested in the April-June, 2002, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on November 29, 2002.

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
September 11, 2002	7/1 – 7/31/02	\$335,129.00	\$28,504.48	Interim approval ⁵	Interim approval
October 2, 2002	8/1 – 8/31/02	\$344,619.00	\$86,047.20	Interim approval	Interim approval
October 30, 2002	9/1 – 9/30/02	\$238,876.50	\$20,882.49	Interim approval	Interim approval
November 27, 2002	July – September, 2002	\$918,624.50	\$135,434.17	\$918,624.50	\$134,478.90
December 6, 2002	10/1 – 10/31/02	\$207,778.00	\$7,769.74	Interim approval ⁶	Interim approval
January 13, 2003	11/1 – 11/30/02	\$122,419.00	\$4,732.30	Interim approval	Interim approval
January 30, 2003	12/1 – 12/31/02	\$129,243.50	\$6,093.80	Interim approval	Interim approval
March 4, 2003	October – December, 2002	\$459,440.50	\$18,595.84	\$459,440.50	\$18,467.74
March 4, 2003	1/1 – 1/31/03	\$162,033.00	\$6,383.16	Interim approval ⁷	Interim approval
April 2, 2003	2/1 – 2/28/03	\$215,511.50	\$3,784.70	Interim approval	Interim approval
April 29, 2003	3/1 – 3/31/03	\$146,603.00	\$6,713.84	Interim approval	Interim approval
May 15, 2003	January – March, 2003	\$524,147.50	\$16,881.70	\$524,045.50	\$16,881.70
June 3, 2003	4/1 – 4/30/03	\$135,130.00	\$2,786.42	Interim approval ⁸	Interim approval
July 11, 2003	5/1 – 5/31/03	\$109,408.00	\$6,546.04	Interim approval	Interim approval
July 31, 2003	6/1 – 6/30/03	\$115,099.00	\$1,925.86	Interim approval	Interim approval
August 27, 2003	April – June, 2003	\$359,637.00	\$11,258.32	\$357,346.00	\$11,183.48
September 5, 2003	7/1 – 7/31/03	\$197,495.50	\$9,235.33	Interim approval ⁹	Interim approval
October 1, 2003	8/1 – 8/31/03	\$178,910.50	\$7,009.66	Interim approval	Interim approval
November 6, 2003	9/1 – 9/30/03	\$157,200.00	\$3,817.57	Interim approval	Interim approval
November 18, 2003	July – September, 2003	\$533,606.00	\$20,062.56	\$533,606.00	\$20,062.56
November 26, 2003	10/1 – 10/31/03	\$251,093.50	\$7,115.96	Interim approval ¹⁰	Interim approval
December 29, 2003	11/1 – 11/30/03	\$187,914.00	\$4,969.88	Interim approval	Interim approval
February 2, 2004	12/1 – 12/31/03	\$317,880.00	\$8,631.60	Interim approval	Interim approval
February 25, 2004	October – December, 2003	\$756,887.50	\$20,717.44	\$756,838.00	\$20,717.44
March 5, 2004	1/1 – 1/31/04	\$524,446.00	\$32,428.07	Interim approval ¹¹	Interim approval
April 2, 2004	2/1 – 2/29/04	\$274,589.50	\$10,852.51	Interim approval	Interim approval
May 3, 2004	3/1 – 3/31/04	\$337,945.00	\$13,159.10	Interim approval	Interim approval
May 17, 2004	January – March, 2004	\$1,136,980.50	\$56,439.68	\$1,134,755.00	\$56,439.68
June 1, 2004	4/1 – 4/30/04	\$280,547.50	\$10,895.93	Interim approval ¹²	Interim approval

⁵ The fees and expenses requested in the July-September, 2002, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on March 14, 2003.

⁶ The fees and expenses requested in the October-December, 2002, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on July 28, 2003.

⁷ The fees and expenses requested in the January-March, 2003, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on September 22, 2003.

⁸ The fees and expenses requested in the April-June, 2003, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on December 15, 2003.

⁹ The fees and expenses requested in the July-September, 2003, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on April 26, 2004.

¹⁰ The fees and expenses requested in the October-December, 2003, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on June 16, 2004.

¹¹ The fees and expenses requested in the January-March, 2004, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on September 27, 2004.

¹² The fees and expenses requested in the April-June, 2004, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on January 25, 2005.

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
July 1, 2004	5/1 – 5/31/04	\$213,906.00	\$9,502.49	Interim approval	Interim approval
September 2, 2004	6/1 – 6/30/04	\$430,246.50	\$15,235.72	Interim approval	Interim approval
October 6, 2004	April – June, 2004	\$924,700.00	\$35,634.14	\$918,960.50	\$35,557.55
September 17, 2004	7/1 – 7/31/04	\$599,563.50	\$27,869.76	Interim approval ¹³	Interim approval
October 7, 2004	8/1 – 8/31/04	\$793,285.00	\$45,729.42	Interim approval	Interim approval
November 3, 2004	9/1 – 9/30/04	\$913,771.00	\$32,811.19	Interim approval	Interim approval
November 17, 2004	July – September, 2004	\$2,306,619.50	\$106,410.37	\$2,298,879.00	\$105,176.56
December 7, 2004	10/1 – 10/31/04	\$842,268.50	\$38,703.13	Interim approval ¹⁴	Interim approval
January 7, 2004	11/1 – 11/30/04	\$581,027.00	\$35,469.12	Interim approval	Interim approval
February 1, 2005	12/1 – 12/31/04	\$863,104.50	\$38,461.17	Interim approval	Interim approval
February 14, 2005	October – December, 2004	\$2,286,400.00	\$112,633.42	\$2,279,008.50	\$110,200.64
March 18, 2005	1/1 – 1/31/05	\$1,214,802.50	\$65,721.17	Interim approval ¹⁵	Interim approval
April 15, 2005	2/1 – 2/28/05	\$717,562.00	\$46,304.21	Interim approval	Interim approval
May 19, 2005	3/1 – 3/31/05	\$916,504.00	\$50,822.73	Interim approval	Interim approval
June 15, 2005	January – March, 2005	\$2,848,868.50	\$162,848.11	\$2,833,566.00	\$162,482.21
June 7, 2005	4/1 – 4/30/05	\$862,337.00	\$32,392.41	Interim approval ¹⁶	Interim approval
June 29, 2005	5/1 – 5/31/05	\$852,424.50	\$52,685.55	Interim approval	Interim approval
August 5, 2005	6/1 – 6/30/05	\$1,181,036.00	\$58,504.79	Interim approval	Interim approval
August 8, 2005	April – June, 2005	\$2,895,797.50	\$143,582.75	\$2,894,660.00	\$143,530.87
September 9, 2005	7/1 – 7/31/05	\$1,740,148.50	\$155,036.60	Interim approval ¹⁷	Interim approval
September 28, 2005	8/1 – 8/31/05	\$1,451,595.50	\$95,151.93	Interim approval	Interim approval
October 28, 2005	9/1 - 9/30/05	\$1,471,412.50	\$128,814.69	Interim approval	Interim approval
October 28, 2005	July – September, 2005	\$4,663,156.50	\$379,003.22	\$4,655,239.50	\$378,588.48
November 28, 2005	10/1/05 - 10/31/05	\$1,602,349.50	\$111,318.89	Interim approval ¹⁸	Interim approval
December 28, 2005	11/1/05 - 11/30/05	\$1,743,406.00	\$182,798.39	Interim approval	Interim approval
January 25, 2006	12/1/05 - 12/31/05	\$1,638,659.50	\$161,888.24	Interim approval	Interim approval
February 14, 2006	October - December, 2005	\$4,984,415.00	\$456,005.52	\$4,978,349.00	\$453,367.08
February 28, 2006	1/1/06 - 1/31/06	\$1,667,688.00	\$176,100.89	Interim approval ¹⁹	Interim approval
March 28, 2006	2/1/06 - 2/28/06	\$1,669,067.50	\$395,113.02	Interim approval	Interim approval
April 28, 2006	3/1/06-3/31/06	\$1,615,330.00	\$685,462.58	Interim approval	Interim approval
May 15, 2006	January - March, 2006	\$4,952,085.50	\$1,256,676.49	\$4,942,401.50	\$1,256,429.49

¹³ The fees and expenses requested in the July-September, 2004, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on March 22, 2005.

¹⁴ The fees and expenses requested in the October-December, 2004, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on June 29, 2005.

¹⁵ The fees and expenses requested in the January-March, 2005, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on September 26, 2005.

¹⁶ The fees and expenses requested in the April-June, 2005, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on December 19, 2005.

¹⁷ The fees and expenses requested in the July-September, 2005, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on March 24, 2006.

¹⁸ The fees and expenses requested in the October-December, 2005, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on June 16, 2006.

¹⁹ The fees and expenses requested in the January-March, 2006, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on September 25, 2006.

Date Filed	Period Covered	Requested Fees	Requested Expenses	Approved Fees	Approved Expenses
May 30, 2006	4/1/06 - 4/30/06	\$1,628,876.50	\$814,117.99	Interim approval ²⁰	Interim approval
June 28, 2006	5/1/06 - 5/31/06	\$1,800,762.00	\$311,657.73	Interim approval	Interim approval
July 28, 2006	6/1/06 - 6/30/06	\$1,666,537.00	\$207,374.07	Interim approval	Interim approval
August 14, 2006	April - June, 2006	\$5,096,175.75	\$1,333,149.79	\$5,096,175.50	\$1,331,919.73
August 28, 2006	7/1/06 - 7/31/06	\$2,026,266.00	\$155,509.57	\$1,621,012.80	\$155,509.57
September 28, 2006	8/1/06 - 8/31/06	\$2,458,300.00	\$377,534.56	\$1,966,640.00	\$377,534.56
October 30, 2006	9/1/06 - 9/30/06	\$1,508,315.00	\$454,899.58	\$1,206,652.00	\$454,899.58
November 14, 2006	July - September, 2006	\$5,992,881.00	\$987,943.71	Pending	Pending
November 28, 2006	10/1/06 - 10/31/06	\$1,732,139.00	\$698,068.49	\$1,385,711.20	\$698,068.49
December 28, 2006	11/1/06 - 11/30/06	\$1,846,984.50	\$860,948.29	\$1,477,587.60	\$860,948.29

The K&E attorneys who rendered professional services in these cases during the Fee Period are:

Name of Professional Person	Position with the Applicant and Year Admitted		Department	Hourly Billing Rate	Total Billed Hours	Total Compensation
Ellen T. Ahern	Partner	1992	Litigation	\$525.00	130.60	\$68,565.00
Sashi Athota	Associate	2006	Restructuring	\$295.00	8.50	\$2,507.50
Janet S. Baer	Partner	1982	Restructuring	\$745.00	176.10	\$131,194.50
Amanda C. Basta	Associate	2002	Litigation	\$400.00	107.00	\$42,800.00
David M. Bernick, P.C.	Partner	1978	Litigation	\$845.00	148.40 ²¹	\$125,398.00
Salvatore F. Bianca	Associate	2003 (grad 2001)	Restructuring	\$510.00	67.90	\$34,629.00
Samuel Blatnick	Associate	2002	Litigation	\$365.00	66.90	\$24,418.50
Deanna D. Boll	Partner	1998	Restructuring	\$545.00	184.20	\$100,389.00
Holly Bull	Of Counsel	1997	Restructuring	\$280.00	91.40	\$25,592.00
Christopher C. Chiou	Associate	2004	Litigation	\$315.00	1.30	\$409.50
Michael Dierkes	Associate	2001	Litigation	\$435.00	95.80	\$41,673.00
Lisa G. Esayian	Partner	1991	Litigation	\$545.00	82.90	\$45,180.50
Korin K. Ewing	Associate	2000	Litigation	\$455.00	46.50	\$21,157.50
Heather L. Fowler	Associate	2004	Restructuring	\$395.00	10.80	\$4,266.00
Theodore L. Freedman	Partner	1973	Restructuring	\$775.00	68.00	\$52,700.00
James Golden	Associate	2005	Litigation	\$275.00	18.10	\$4,977.50
Samuel M. Gross	Associate	2006	Restructuring	\$295.00	16.50	\$4,867.50
Mark E. Grummer	Partner	1976	Environment	\$645.00	40.30	\$25,993.50
Barbara M. Harding	Partner	1988	Litigation	\$515.00	157.60	\$81,164.00
Anna Isman	Associate	2004	Restructuring	\$445.00	64.60	\$28,747.00
William B. Jacobson	Partner	1994	Litigation	\$495.00	32.30	\$15,988.50
Andrea L. Johnson	Associate	2004	Restructuring	\$395.00	4.40	\$1,738.00
Raina A. Jones	Associate	Pending	Litigation	\$240.00	80.00	\$19,200.00

²⁰ The fees and expenses requested in the April-June, 2006, interim monthly Applications were approved on an interim basis pursuant to the order entered by this Court on December 18, 2006.

²¹ 70.80 hours billed by David M. Bernick, P.C., for the period November 1, 2006, through November 30, 2006, did not get posted in K&E's accounting system for inclusion with K&E's fee application filed for November 2006. As a result, this fee application contains 70.80 of time billed by David M. Bernick, P.C., during the period November 1, 2006, through November 30, 2006.

Name of Professional Person	Position with the Applicant and Year Admitted		Department	Hourly Billing Rate	Total Billed Hours	Total Compensation
Natalie H. Keller	Partner	1997	Taxation	\$545.00	1.10	\$599.50
Rebecca A. Koch	Associate	2005	Litigation	\$275.00	15.90	\$4,372.50
Christopher Landau	Partner	1990	Litigation	\$745.00	12.90	\$9,610.50
Elli Leibenstein	Partner	1992	Litigation	\$565.00	41.00	\$23,165.00
Elizabeth M. Locke	Associate	2005	Litigation	\$275.00	54.80	\$15,070.00
Tyler D. Mace	Associate	2003	Litigation	\$365.00	31.50	\$11,497.50
Todd F. Maynes, P.C.	Partner	1988	Taxation	\$795.00	2.10	\$1,669.50
Scott A. McMillin	Partner	1996	Litigation	\$515.00	61.90	\$31,878.50
David E. Mendelson	Partner	1997	Litigation	\$455.00	156.30	\$71,116.50
Joy L. Monahan	Associate	1997	Restructuring	\$350.00	91.20	\$31,920.00
Jon C. Nuckles	Contract Attorney	1986	Restructuring	\$295.00	30.80	\$9,086.00
Maryam L. Odom	Associate	2004	Restructuring	\$395.00	3.60	\$1,422.00
Andrew R. Running	Partner	1982	Litigation	\$595.00	25.00	\$14,875.00
Lori Sinanyan	Partner	2000	Restructuring	\$545.00	78.30	\$42,673.50
Brian T. Stansbury	Associate	2002	Litigation	\$400.00	146.80	\$58,720.00
Henry A. Thompson, II	Associate	2006	Litigation	\$240.00	128.90	\$30,936.00
Laurence A. Urgenson	Partner	1975	Litigation	\$745.00	11.00	\$8,195.00
Evan C. Zoldan	Associate	2002	Litigation	\$365.00	105.80	\$38,617.00
Totals for Attorneys					2,699.00	\$1,308,980.00

The paraprofessionals of K&E who rendered professional services in these cases during the Fee Period are:

Name of Paraprofessional Person	Position with the Applicant and Number of Years as a Paraprofessional		Department	Hourly Billing Rate	Total Billed Hours	Total Compensation
April Albrecht	Technology Services	5 Years	Litigation	\$160.00	9.90	\$1,584.00
Deborah L. Bibbs	Case Assistant Legal Assistant	26 Years 10 Months	Litigation	\$165.00	103.80	\$17,127.00
Courtney Biggins	Project Assistant	1 Year	Litigation	\$145.00	50.00	\$7,250.00
David M. Boutrous	Case Assistant	7 Months	Litigation	\$135.00	119.10	\$16,078.50
Caroline V. Dolan	Case Assistant	8 Months	Litigation	\$135.00	54.70	\$7,384.50
Timothy J. Fitzsimmons	Legal Assistant	1 Year	Litigation	\$190.00	107.00	\$20,330.00
Stephanie D. Frye	Conflicts Analyst II	1 Year	Administrative Services	\$185.00	11.00	\$2,035.00
Marvin R. Gibbons, Jr.	Technology Services	21 Years	Litigation	\$210.00	5.20	\$1,092.00
Britton R. Giroux	Case Assistant	7 Months	Litigation	\$135.00	120.30	\$16,240.50
Michael Hensler	Project Assistant	1 Year	Litigation	\$145.00	25.00	\$3,625.00
Maureen McCarthy	Legal Assistant	4 Years	Restructuring	\$185.00	10.60	\$1,961.00
Laura E. Mellis	Legal Assistant	2 Years	International Trade	\$175.00	200.80	\$35,140.00
Maria Negron	Case Assistant	6 Years	Litigation	\$115.00	94.50	\$10,867.50
Alicja M. Patela	Case Assistant	6 Months	Litigation	\$135.00	133.30	\$17,995.50
Bianca Portillo	Project Assistant	6 Months	Restructuring	\$140.00	94.40	\$13,216.00
Stephanie A. Rein	Legal Assistant	1 Year	Litigation	\$135.00	139.70	\$18,859.50

Name of Paraprofessional Person	Position with the Applicant and Number of Years as a Paraprofessional		Department	Hourly Billing Rate	Total Billed Hours	Total Compensation
Daniel T. Rooney	Legal Assistant	13 Years	Litigation	\$215.00	101.60	\$21,844.00
Michael A. Rosenberg	Legal Assistant	1 Year	Litigation	\$165.00	66.00	\$10,890.00
Karla Sanchez	Project Assistant	7 Months	Litigation	\$135.00	107.00	\$14,445.00
Maxwell Shaffer	Project Assistant	1 Year	Litigation	\$145.00	82.30	\$11,933.50
Gary M. Vogt	Legal Assistant	19 Years	Restructuring	\$240.00	77.90	\$18,696.00
Totals for Paraprofessionals					1,714.10	\$268,594.50

Grand Total for Fees: **\$1,577,574.50**Blended Rate: **\$357.48**

Compensation by Matter

Matter Number	Matter Description	Hours	Amount
19	Claims Analysis Objection and Resolution (Non-Asbestos)	219.00	\$91,977.50
20	Case Administration	168.20	\$38,976.00
21	Claims Analysis Objection and Resolution (Asbestos)	2,615.50	\$817,536.50
23	Business Operations	5.70	\$2,943.00
28	Litigation and Litigation Consulting	132.00	\$66,438.00
30	Hearings	536.80	\$225,744.50
32	Fee Applications, Applicant	33.70	\$9,359.00
37	Plan and Disclosure Statement	419.40	\$222,115.50
38	Employment Applications, Others	10.10	\$4,092.50
42	Travel non-working	91.40	\$38,918.50
46	Tax Litigation	3.20	\$2,269.00
57	Montana Grand Jury Investigation	140.00	\$44,588.00
58	Criminal Travel Matter, No Third Parties	38.10	\$12,616.50
Totals for Matters		4,413.10	\$1,577,574.50

Expense Summary

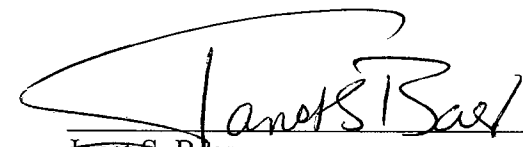
Service Description	Amount
Telephone	\$3,681.71
Fax Charge	\$225.71
Standard Copies or Prints	\$18,233.45
Binding	\$36.40
Tabs/Indexes/Dividers	\$227.00
Color Copies or Prints	\$604.00
Scanned Images	\$1,883.10
CD-ROM Duplicates	\$147.00
CD-ROM Master	\$90.00
Postage	\$10.80
Overnight Delivery	\$6,105.41
Outside Messenger Services	\$1,828.03
Local Transportation	\$287.45
Travel Expense	\$6,494.28
Airfare	\$25,437.73
Transportation to/from airport	\$4,128.47
Travel Meals	\$1,770.45
Car Rental	\$484.32
Other Travel Expenses	\$945.24
Court Reporter Fee/Deposition	\$2,988.12
Filing Fees	\$476.00
Professional Fees	\$1,022,812.84
Medical Consultant Fees	\$10,400.00
Process Server Fees	\$374.00
Other Trial Expenses	\$1,778.00
Outside Computer Services	\$3,626.62
Outside Video Services	\$4,659.59
Outside Copy/Binding Services	\$4,226.05
Working Meals/K&E Only	\$343.55
Working Meals/K&E and Others	\$2,802.65
Information Broker Doc/Svcs	\$557.23
Library Document Procurement	\$523.90
Computer Database Research	\$18,567.17
Overtime Transportation	\$2,487.75
Overtime Meals	\$758.00
Overtime Meals - Attorney	\$126.62
Secretarial Overtime	\$1,763.08
Word Processing Overtime	\$37.25
Rental Expenses	\$408.00
Miscellaneous Office Expenses	\$19,574.00
Total	\$1,171,910.97

WHEREFORE, K&E respectfully requests (a) that an allowance be made to it, as fully described above for the (i) 80% of the amount of **\$1,577,574.50** for reasonable and necessary professional services K&E has rendered to the Debtors during the Fee Period (**\$1,262,059.60**) and (ii) 100% of the reimbursement of actual and necessary costs and expenses incurred by K&E during the Fee Period (**\$1,171,910.97**); (b) that both fees and expenses are payable as administrative expenses of the Debtors' estates; and (c) that this Court grant such further relief as is equitable and just.

Wilmington, Delaware
Dated: January 29, 2007

Respectfully submitted,

KIRKLAND & ELLIS LLP



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